

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

MOTION TO ADJUST RATES IN)	
ACCORDANCE WITH PURCHASED)	
GAS ADJUSTMENT CLAUSE OF)	CASE NO. 4378-EE
ELZIE NEELEY GAS COMPANY, INC.)	

O R D E R

On March 25, 1965, the Commission issued its Order in Case No. 4378 approving certain rates and providing, under certain conditions, for the further adjustment of such rates when the wholesale cost of gas is increased or decreased.

On January 14, 1982, Elzie Neeley Gas Company, Inc., ("Elzie Neeley") notified the Commission that its wholesale cost of gas would be increased by one of its suppliers, Columbia Gas of Kentucky, Inc., ("Columbia") effective January 1, 1982, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission. The notice set out certain revisions in rates which Elzie Neeley proposed to place into effect, said rates being designed to increase the cost of natural gas of its supplier.

The amount of the increased cost of gas to Elzie Neeley will be \$5,978 on an annual basis.

After reviewing this evidence of record and being fully advised, the Commission is of the opinion and finds that:

(1) Elzie Neeley's supplier has filed increased rates and said rates will become effective on and after January 1, 1982.

(2) Elzie Neeley's notice of January 14, 1982, failed to provide the 20 days notice as required by statute and, therefore, the rates should become effective for service rendered on and after February 3, 1982.

(3) Elzie Neeley's adjustment in rates under the purchased gas adjustment approved by the Commission in its Order in Case No. 4378 dated March 25, 1965, is fair, just and reasonable and in the public interest and should be allowed to be effective with gas supplied on and after February 3, 1982.

IT IS THEREFORE ORDERED that the rates including the proposed purchased gas adjustment be and are hereby approved to be effective with gas supplied on and after February 3, 1982, as set out in Appendix A, attached hereto and made a part hereof.

IT IS FURTHER ORDERED that for the purpose of the future application of the purchased gas adjustment clause of Elzie Neeley, the base rate for purchased gas shall be:

	<u>Commodity</u>
Columbia Gas of Kentucky, Inc.	\$4.628

IT IS FURTHER ORDERED that the information furnished this Commission by Elzie Neeley on January 14, 1982, constitutes full compliance with the Commission's Order and any

other information ordinarily required to be filed under the Commission's regulations is hereby waived.

IT IS FURTHER ORDERED that within 30 days after the date of this Order, Elzie Neeley shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 27th day of January, 1982.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 4378-EE DATED JANUARY 27, 1982

The following rates are prescribed for the customers in the area served by Elzie Neeley Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under the authority of the Commission prior to the date of this Order.

RATES: Monthly

First	3,000 Cubic Feet	\$16.11 Minimum Bill
All Over	3,000 Cubic Feet	5.37 per Mcf